

CITY OF HIALEAH

ELECTED OFFICIALS RETIREMENT OVERSIGHT COMMITTEE SUMMARY MINUTES

November 9, 2015

A meeting of the Elected Officials Retirement Oversight Committee was called to order Monday, August 3, 2015, at 2:25 p.m., in the Law Office Conference Room.

Roll Call:

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|------------------------------------|---------|
| • Javier Collazo, Finance Director | Present |
| • Marbelys Fatjo, City Clerk | Present |
| • Councilman Luis Gonzalez | Absent |

Also present:

- William Rudnick, Retired City Attorney
- Alan Krueger, Assistant City Attorney
- Ines Beecher, OMB Director & City Treasurer

ITEM 1

Ms. Beecher presented the August 3, 2015, minutes for approval. Ms. Fatjo moved to approve the minutes and Mr. Collazo seconded the motion.

ITEM 2

Ms. Beecher updated the committee members on the tax representation issue with the system. The City has retained Holland & Knight to prepare the Code revisions for the Elected Officials Retirement System to comply with the IRS requirements and then submit the revisions to the IRS for approval. An invoice of \$1,016.79.50 has been approved for payment by the City. Ms. Fatjo moved to retroactively approve payment and Mr. Collazo seconded the motion.

ITEM 3

Ms. Beecher presented the Third Quarter invoice from Burgess Chambers of \$6,219.55 for approval. Mr. Collazo moved to retroactively approve payment and Ms. Fatjo seconded the motion.

ITEM 4

Mr. Frank Wan, Vice President, Burgess Chambers and Investment Advisor to the Elected Officials Retirement System, presented the quarterly performance report. Mr. Wan discussed the need to review the investments since the system is now closed to ensure there is enough money for future distribution. Mr. Wan suggested that incremental funding of a bond fund yielding 4.2% may be a method of reducing risk that is created from a portfolio that is one-half stocks and one-half bond and reducing the pressure of the overall fund to make the actuarial required 6% return. Mr. Wan will present alternatives at our next meeting.

ITEM 5

Ms. Beecher distributed the proposed ordinance revising the Elected Officers Retirement Code in order to maintain status as a qualified tax-exempt governmental plan under the IRS code for discussion. It was agreed to forward the proposed ordinance to GRS for actuarial impact. Mr. Collazo moved to send the proposed ordinance to GRS for actuarial impact and Ms. Fatjo seconded the motion.

ITEM 6

Mr. Collazo presented Mr. Kruger's retirement calculation letter, effective January 9, 2015, with an annual pension payment of \$98,439. Ms. Fatjo moved to accept the retirement calculation letter and Mr. Collazo seconded the motion.

CONCLUSION OF MEETING

There being no further business to come before the Committee, the meeting was adjourned at 3:15 p.m. The next Committee meeting was not scheduled at this time.